

13 March 1985

NOTE FOR: Chairman, National Intelligence Council

FROM: [REDACTED] 25X1
Acting NIO for Economics

SUBJECT: Memorandum [REDACTED] 25X1

Attached for your signature is a letter [REDACTED] forwarding a courtesy copy of the proposed Concept Paper and Terms of Reference for SNIE 3-85: "If Oil Prices Decline: Political and Economic Implications." The Concept Paper and TORs were circulated on 11 March in preparation for a Community coordination meeting on 19 March.

[REDACTED] Acting Assistant Deputy Director for Estimates at DOD 25X1
will review the proposal and discuss it with [REDACTED] 25X1
[REDACTED] will then decide if they need any action from us beyond the 25X1
SNIE such as a separate paper on the Soviet threat to Persian Gulf 25X1
facilities or a briefing by Dave Tarbell, ISA, [REDACTED] 25X1
[REDACTED] 25X1



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The Director of Central Intelligence
Washington, D.C. 20505

14 MAR 1985

National Intelligence Council

NIC 01346-85

MEMORANDUM FOR: [REDACTED]

25X1

Deputy Director for Foreign Intelligence
Defense Intelligence Agency

FROM: Robert M. Gates
Chairman, National Intelligence Council

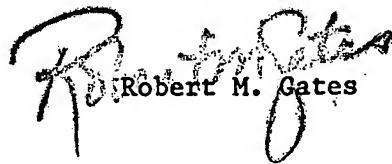
SUBJECT: Request for Update of NIE 3-2-84: "World
Oil Market Outlook" (C)

1. I hope you find the attached Concept Paper and Terms of Reference for a SNIE on the impact of an oil price decline responsive to Admiral Watkins' request for an update of NIE 3-2-84 on the world oil market. The Terms of Reference are being circulated to the Community this week in preparation for a meeting on 19 March. (C)

2. You will note that the paper focuses on the economic and political impact of a major decline in prices with a relatively small analytic section on the present state of the oil market. The paper will try to draw out the longer-term implications of a price decline for our dependence on oil from the Persian Gulf and Europe's reliance on imported energy including Soviet gas. (S)

3. If you have any questions, please call me or [REDACTED] (U)

25X1


Robert M. Gates

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NIO/AL/DL:rr [redacted]

13 March 1985

NIC 01346-85

25X1

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